What is claimed is

- 1. A method for inducing differentiation of mammalian embryonic stem cells into functioning cells. comprises the steps of;
- 1) culturing the mammalian embryonic together with feeder cells with a medium comprising leukemia inhibitor factor:
- 2) culturing the obtained cells in absence of feeder cells with a medium comprising leukemia Inhibitor factor and basic FGF in a suspension culture condition to give embryonic bodies;
- 3) culturing the obtained embryonic bodies with a selection-expanding medium; and
- 4) culturing the obtained cell clusters with а differentiation medium to give functioning cells.
- 2. The method of claim 1, wherein the medium used in step 2) comprises about 100-10000 U/ml of leukemia inhibitor factor.
- 3. The method of claim 1, wherein the medium used in step 2) comprises about 2-100 ng/ml of bFGF.
- The method of claim 1, wherein the medium used in 4. step 3) comprises nicotinamide, insulin and fibronectine in an serum-free cell culture medium.
- The method of claim 1, wherein the functioning cells are insulin producing pancreatic islet like cell clusters.

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- 6. The method of claim 5 wherein the medium used in step 4) comprises nicotinamide, insulin and laminine in a serum-free cell culture medium.
- 7. The method of claim 1, wherein the functioning cells are nerve like cells.
 - 8. The method of claim 7 wherein the medium used in step 4) comprises L-lysine, insulin and laminine in a serum-free cell culture medium.
 - 9. Functioning cells induced from mammalian ES cells by the method of claim 1.
 - 10. Insulin secreting cell clusters induced from mammalian ES cells by the method of claim 5.
 - 11. Nerve like cells induced from mammalian ES cells by the method of claim 7.
 - 12. A method for treating a mammalian patient having disorders in pancreatic islet function, which comprises implanting pancreatic islet-like cell clusters induced from allogenic ES cells by the method of claim 5 to the patient.
- 13. The method of claim 12, wherein the patient is type 120 diabetic patient.
 - 14. A method for treating a mammalian patient having disorders in nerve function, which comprises implanting nerve like cells induced from allogenic ES cells by the method of claim 7 to the patient.